



CITY OF LODI COUNCIL COMMUNICATION

AGENDA TITLE: Continue to Receive Budget Presentation, Invite Public Comments, and Adopt Resolutions Approving the City of Lodi Fiscal Year 2008-09 Financial Plan and Budget, the Appropriations Spending Limit and Allocating \$15,000 of Community Development Block Grant Funds for an eligible Spay and Neuter Program (CM)

MEETING DATE: May 21, 2008

PREPARED BY: City Manager

RECOMMENDED ACTION: Continue to receive presentation on proposed Fiscal Year 2008-09 Budget, invite public comments, provide direction, and adopt "A Resolution of the Lodi City Council Adopting the City of Lodi Financial Plan and Budget for the Fiscal Year Beginning July 1, 2008 and Ending June 30, 2009, and Further Approving the 2008-09 Appropriations Spending Limit" and "A Resolution of the Lodi City Council Allocating \$15,000 of Community Development Block Grant Funds for an eligible Spay and Neuter Program".

BACKGROUND INFORMATION: The City Council will receive the continued presentation and the public is invited to comment on the Fiscal Year 2008-09 Budget. Drafts of the budget have previously been distributed to the Council and press. An overview of the budget was presented on April 30 and department presentations commenced at the May 7 City Council meeting and continued at the May 13 and May 14 Council meetings. The remaining department presentations will be made at the meeting on May 21. In addition, Council will consider the recommendations of the Budget and Finance Committee to the City Manager.

Although not required, the public has been invited to make comments. The following draft resolutions have been prepared for City Council consideration:

- A Resolution of the Lodi City Council Adopting the City of Lodi Financial Plan and Budget for the Fiscal Year Beginning July 1, 2008 and Ending June 30, 2009, and Further Approving the 2008-09 Appropriations Spending Limit.
- A Resolution of the Lodi City Council Allocating \$15,000 of Community Development Block Grant Funds to provide an eligible Spay and Neuter Program .

FISCAL IMPACT: The Budget will establish funding and service limits for Fiscal Year **2008-09**.

FUNDING AVAILABLE: None required

Blair King, City Manager

APPROVED: _____
Blair King, City Manager

RESOLUTION NO. 2008-_____

A RESOLUTION OF THE LODI CITY COUNCIL
ADOPTING THE CITY OF LODI FINANCIAL PLAN AND
BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1,
2008 AND ENDING JUNE 30, 2009, AND FURTHER
APPROVING THE 2008-09 APPROPRIATIONS
SPENDING LIMIT

WHEREAS, the City Manager submitted the 2008-09 balanced Financial Plan and Budget to the City Council on May 7, 2008; and

WHEREAS, the 2008-09 Financial Plan and Budget was prepared in accordance with the City Council's goals, budget assumptions, and policies; and

WHEREAS, the City Council conducted public budget meetings on April 30, May 7, May 13, May 14, May 20, and May 21, 2008 at the Carnegie Forum; and

WHEREAS, the City Council is required to adopt the Appropriations Spending Limit for 2008-09; and

WHEREAS, the Appropriations Spending Limit and the annual adjustment factors selected to calculate the Limit are part of the Financial Plan and Budget.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi as follows:

1. That the 2008-09 Financial Plan and Budget, as proposed by the City Manager and amended by the City Council, be approved as follows:

	Budget
General Fund	
Police	15,983,533
Fire	9,506,880
Public Works	3,521,483
Parks	2,297,451
City Clerk	580,932
City Manager	5,172,422
City Attorney	488,567
Non-Departmental	5,553,195
Total General Fund	43,104,463
Electric Utility Fund	72,281,677
Water Utility Fund	11,773,367
Wastewater Utility Fund	22,576,837
Recreation Fund	1,814,112
Community Center Fund	1,966,816
Library Fund	3,215,020

Community Development Fund	2,257,820
Streets Fund	5,935,299
Transit Fund	4,961,817
Benefits Fund	7,453,525
Self Insurance Fund	3,011,630
Capital Outlay Fund	1,995,231
Debt Service Fund	1,770,980
Equip & Vehicle Replacement Fund	564,999
Fleet Services Fund	1,947,553
Transportation Development Act	95,000
Trust and Agency	231,237
Total All Funds	186,957,383

2. That the funds for the 2008-09 Financial Plan and Budget are appropriated as summarized in the document on file in the City Clerk's Office; and
3. That the Appropriations Spending Limit be increased by \$3,629,309.00 from the 2007-08 level of \$72,598,226.00 to the 2008-09 level of \$76,227,535.00.

Dated: May 21, 2008

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I hereby certify that Resolution No. 2008-____ was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 21, 2008, by the following vote:

AYES: COUNCIL MEMBERS –

NOES: COUNCIL MEMBERS –

ABSENT: COUNCIL MEMBERS –

ABSTAIN: COUNCIL MEMBERS –

RANDI JOHL
City Clerk

2008-____

2008-09 FINANCIAL PLAN AND BUDGET**APPROPRIATIONS SPENDING LIMIT****2008-09 APPROPRIATIONS SPENDING LIMIT**

				AMOUNT
Last Year's Limit				72,598,226
Adjustment Factors				
1	Population %	1.0068		
2	Inflation %	1.0429		
Total Adjustment %				1.0500
Annual Adjustment				3,629,309
Adjustments				None
Total Adjustments				3,629,309
2008-09 APPROPRIATIONS SPENDING LIMIT				76,227,535

2008-09 APPROPRIATIONS SUBJECT TO LIMITATION

		AMOUNT
PROCEEDS OF TAXES		34,596,860
EXCLUSIONS		-
APPROPRIATIONS SUBJECT TO LIMITATION		34,596,860
CURRENT YEAR LIMIT		76,227,535
OVER(UNDER) LIMIT		(41,630,673)

EXHIBIT A

City of Lodi
 Appropriations Spending Limit
 Fiscal Year 08-09

			Amount	Source
A. Last Year's Limit			72,598,226	
B. Adjustments Factors				
1	Population %		1.0068	(Exhibit B)
2	Inflation %		1.0429	(State Finance)
Total Adjustment %			1.050	(B1*B2)
C. Annual Adjustment			3,629,309	(B*A)
D. Other Adjustments			None	
E. Total Adjustments			3,629,309	(C+D)
F. This Year's Limit			76,227,535	(A+E)

City of Lodi
Appropriations Spending Limit
Growth Factors/Calculations

EXHIBIT B

GROWTH FACTORS:		%Increase	
Fiscal Year	Per Capita Income	City Population	County Population
87-88	3.47	5.72	3.33
88-89	4.66	4.96	3.32
89-90	5.19	2.52	2.20
90-91	4.21	2.26	2.23
91-92	4.14	1.19	2.64
92-93	-0.64	0.97	2.41
93-94	2.72	0.73	2.13
94-95	0.71	0.51	1.57
95-96	4.72	1.31	1.59
96-97	4.67	1.68	1.85
97-98	4.67	0.70	1.21
98-99	4.15	1.16	1.47
99-00	4.53	1.94	1.44
00-01	4.91	1.29	1.78
01-02	7.82	1.90	2.71
02-03	-1.27	2.14	3.07
03-04	2.31	1.69	2.86
04-05	3.28	0.75	2.54
05-06	5.26	0.96	2.65
06-07	3.96	0.30	2.00
07-08	4.42	0.90	1.73
08-09	4.29	0.68	1.59

CALCULATIONS:			
Fiscal Year	Calculation		Appropriation Spending Limit
87-88	1.0347 x 1.0572 = 1.0939 1.0939 x \$22,654,787	=	\$24,782,072
88-89	1.0466x1.0496=1.0985 1.0985 x \$24,782,072	=	\$27,223,106
89-90	1.0519 x 1.0252 = 1.0784 1.0784 x \$27,223,106	=	\$29,357,398
90-91	1.0421 x 1.0226 =1.0657 1.0657 x \$29,357,398	=	\$31,286,179

91-92	1.0414 x 1.0264 =1.0689 1.0689 x \$31,286,179	=	\$33,441,797
92-93	.9936 x 1.0241 =1.0175 1.0175 x 33,441,797	=	\$34,027,028
93-94	1.0272 x 1.0213 = 1.0491 1.0491x 34,027,028	=	\$35,697,755
94-95	1.0071 x 1.0157 = 1.0229 1.0229 x 35,697,755	=	\$36,515,234
95-96	1.0472 x 1.0131 =1.0609 1.0609 x 36,515,234	=	\$38,739,012
96-97	1.0467x1.0168=1.0643 1.0643 x 38739012	=	\$41,229,332
97-98	1.0467x1.0070=1.0540 1.0540x 41,229,332	=	\$43,456,825
98-99	1.0415x1.01160=1.0536 1.0536x 43,456,825		\$45,785,303
99-00	1.0453x1.0194=1.0656 1.0656x45,785,303		\$48,787,849
00-01	1.0491x1.0129=1.0626 1.0626x48,787,849		\$51,843,597
01-02	1.0782x1.0190=1.0987 1.0986858		\$56,959,824
02-03	.9873x1.0214=1.00843 1.00842822		\$57,439,894
03-04	1.0231x1.0169=1.0404 1.04039039		\$59,759,913
04-05	1.0328x1.0075=1.040546 1.040546		\$62,182,939
05-06	1.0526x1.0096=1.06270496 1.06270496		\$66,082,118
06-07	1.0396x1.0030=1.0427188 1.0427188		\$68,905,066
07-08	1.0442x1.0090=1.0535978 1.0535978		\$72,598,226
08-09	1.0429x1.0068=1.0499917 1.0499917		\$76,227,535

07-08 Appropriations Subject to Limit:

\$34,596,860	=	45.39%
\$76,227,535		

EXHIBIT C

APPROPRIATIONS SUBJECT TO LIMITATION

City of Lodi
Fiscal Year 08-09

	AMOUNT	SOURCE
A. PROCEEDS OF TAXES	34,596,860	(Exhibit F)
B. EXCLUSIONS	0	(Exhibit D)
C. APPROPRIATIONS SUBJECT TO LIMITATION	34,596,860	(A-B)
D. CURRENT YEAR LIMIT	76,227,535	(Exhibit A)
E. OVER(UNDER) LIMIT	(41,630,673)	(C-D)

$$\frac{34,596,860}{76,227,535} = 45.39\%$$

EXHIBIT D

EXCLUDED APPROPRIATIONS

City of Lodi
Fiscal Year 08-09

CATEGORY		Amount
COURT ORDERS		
	Subtotal	None
FEDERAL MANDATES		
	Subtotal	None
QUALIFIED CAPITAL OUTLAYS		
	Subtotal	None
QUALIFIED DEBT SERVICE		
	Subtotal	None
TOTAL EXCLUDABLE		None

(Copy to Exhibit C & G)

City of Lodi
Schedule to Match User Fees to Costs
Fiscal Year 08-09

EXHIBIT E

	User Fee Collections	Cost Associated With User Fees	Amount in Excess of User fees
Public Safety Fees	231,875	25,490,413	0
Parks and Recreation Fees	1,153,338	4,111,563	0
Community Center Fees	431,200	1,966,816	0
Community Development Fees	380,001	1,826,820	0
PW Engineering Fees	601,900	1,304,543	0
Library Fees	48,000	1,749,763	0
Total	<u>2,846,314</u>	<u>36,449,918</u>	<u>0</u>

EXHIBIT F

Calculation - Proceeds of Taxes

City of Lodi
Fiscal Year 08-09

REVENUE	PROCEEDS OF TAXES	NON-PROCEEDS OF TAXES	TOTAL
TAXES:			
Property Taxes	9,432,000		9,432,000
Sales & Use Tax	9,860,000	320,000	10,180,000
Business License Tax	1,069,000		1,069,000
Franchise Tax	1,106,700		1,106,700
Transient Occupancy Tax	495,300		495,300
Real Property -Documentary Tax	188,100		188,100
In-Lieu Franchise Tax	7,182,905		7,182,905
FROM STATE			
Motor Vehicle In Lieu	5,040,000		5,040,000
State H-way Maintenance		10,000	10,000
Gas Tax		0	0
Cigarette tax			0
Transportation Development Act		2,041,849	2,041,849
TDA -Pedestrian/Bike Path		95,116	95,116
SB 300 Transportation Partnership		0	0
Measure K Funds		1,405,000	1,405,000
State Reimbursements-POST		35,000	35,000
Public Library grants		63,000	63,000
PERS Rebate		0	0
SB90 Reimbursements		0	0
Asset Seizure Funds/Auto Theft		2,000	2,000
Drug Suppression Grant		204,151	204,151
State special grants		1,185,552	1,185,552
State STIP reimbursement		0	0
LOCALLY RAISED			
Fines, Forfeitures, Penalties		1,212,400	1,212,400
Licenses and permits		979,299	979,299
Rent of City Property		527,000	527,000
Development Fees		2,683,310	2,683,310
USER FEES			
(from Exhibit E)	0	2,846,314	2,846,314
OTHER MISCELLANEOUS			
Sale of Property		3,500	3,500
Restitution-Damage to Property		10,000	10,000
Other revenue		1,156,300	1,156,300
Interfund Transfers		5,432,983	5,432,983
SUB-TOTAL (for Exhibit G)	34,374,005	20,212,774	54,586,779
INTEREST EARNINGS (from Exhibit G)	222,855	131,045	353,900
TOTAL REVENUE (use for Exhibit C)	34,596,860	20,343,819	54,940,679
RESERVE WITHDRAWALS (Including appropriated Fund Balance)			155,000
TOTAL OF THESE FUNDS			55,095,679
OTHER FUNDS NOT INCLUDED			126,025,528
GRAND TOTAL BUDGET			181,121,207

EXHIBIT G

Interest Earnings
Produced by TaxesCity of Lodi
Fiscal Year 08-09

	AMOUNT	SOURCE
A. NON-INTEREST TAX PROCEEDS	34,374,005	^(Exhibit F)
B. MINUS EXCLUSIONS	0	(Exhibit D)
C. NET INVESTED TAXES	34,374,005	(A-B)
D. TOTAL NON-INTEREST BUDGET	54,586,779	^(Exhibit F)
E. TAX PROCEEDS AS PERCENT OF BUDGET	62.97%	(C/D)
F. INTEREST EARNINGS	353,900	
G. AMOUNT OF INTEREST EARNED FROM TAXES	222,855	(E*F)
H. AMOUNT OF INTEREST EARNED ON NON-TAXES	131,045	(F-G)
I. Take the result of steps #G & H Copy on to Exhibit F		

RESOLUTION NO. 2008-_____

A RESOLUTION OF THE LODI CITY COUNCIL
ALLOCATING \$15,000 OF COMMUNITY DEVELOPMENT
BLOCK GRANT FUNDS TO PROVIDE AN ELIGIBLE
SPAY AND NEUTER PROGRAM

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WHEREAS, the Lodi Animal Shelter currently provides a low-cost spay and neuter program for animals, especially those cared for by low-income and special needs residents in the City of Lodi; and

WHEREAS, spay and neuter programs have a proven track record as a cost-effective mechanism for reducing stray pet/feral admission rates to animal shelters and thereby reducing costs associated with staffing and maintaining shelters; and

WHEREAS, this program is funded primarily through penalties, fees and donations and the Lodi Animal Shelter has a need for further funding to enhance this program in the community; and

WHEREAS the Animal Shelter intends to expend all proceeds received on the actual spay and neutering of animals.

NOW, THEREFORE, BE IT RESOVED that the Lodi City Council does hereby allocate \$15,000 of Community Development Block Grant Funds to provide an eligible spay and neuter program in the City of Lodi during FY 2008-09.

Dated: May 21, 2008

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I hereby certify that Resolution No. 2008-_____ was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 21, 2008, by the following vote:

AYES: COUNCIL MEMBERS –

NOES: COUNCIL MEMBERS –

ABSENT: COUNCIL MEMBERS –

ABSTAIN: COUNCIL MEMBERS –

RANDI JOHL
City Clerk

2008-_____